



The Commonwealth of Massachusetts

DEPARTMENT OF TELECOMMUNICATIONS AND ENERGY

MEMORANDUM

TO: Parties to Dockets D.T.E. 02-31 and D.T.E. 03-86

FROM: Andrea Saia, Hearing Officer

DATE: September 12, 2005

RE: Compliance Filing of KeySpan Energy Delivery New England,
D.T.E. 05-54

CC: Mary L. Cottrell, Secretary
Staff As Assigned

On August 1, 2005, pursuant to the Joint Offer of Settlement regarding KeySpan's Demand Side Management/Market Transformation Programs covering the five-year period from May 1, 2002 through April 30, 2007 as approved by the Department of Telecommunications and Energy ("Department") on June 28, 2002, KeySpan Energy Delivery New England ("KeySpan" or "Company") made a compliance filing with the Department ("Compliance Filing"). KeySpan included the following with the Filing: (1) final budget for the period May 1, 2004 through April 30, 2005 (Program Year 3); (2) its energy efficiency performance summary for Program Year 3; (3) its performance-based incentive calculations for Program Year 3; and (4) the prefiled testimony of Bruce A. Johnson in support of the Company's proposal to use a fixed rate of 5 percent to calculate performance incentives for Program Year 3.

Interested parties who desire to comment on the Compliance Filing may do so by submitting written comments to the Department not later than the close of business (5:00 p.m.) on September 26, 2005. An original of all written comments must be filed with Mary L. Cottrell, Secretary, Department of Telecommunications and Energy - One South Station - 2nd Floor, Boston, Massachusetts 02110, and five (5) copies must be filed with Andrea Saia, Hearing Officer at the Department's address, not later than the close of business on the date noted above. One (1) copy of all written comments should also be sent to KeySpan's attorney, Patricia Crowe, KeySpan Energy Delivery, 52 Second Avenue, Waltham, Massachusetts 02451.

All written comments also should be submitted to the Department in electronic

format using one of the following methods: (1) by e-mail attachment to dte.efiling@state.ma.us and andrea.saia@state.ma.us, or (2) on a 3.5" disk. The text of the e-mail or the disk label must specify: (1) the docket number of the proceeding (D.T.E. 05-54), (2) name of the person or company submitting the filing, and (3) a brief descriptive title of the document. The electronic filing should also include the name, title and telephone number of a person to contact in the event of questions about the filing. Text responses should be created in either Corel WordPerfect, Microsoft Word, or as an Adobe-compatible PDF file. Data or spreadsheet responses should be compatible with Microsoft Excel. All comments submitted in electronic format will be posted on the Department's web site: <http://www.mass.gov/dte>.

The Company's filing may be inspected at the Department's offices during normal business hours (Monday through Friday, 9:00 a.m. to 5:00 p.m.). Copies are also on file for inspection at the offices of the Company, 52 Second Avenue, Waltham, Massachusetts 02451. Any person desiring further information regarding the Company's filing should contact KeySpan's attorney Patricia Crowe at 781-466-5131. Any person desiring further information regarding this memorandum should contact Andrea Saia, Hearing Officer, Department of Telecommunications and Energy, 617-305-3500.